

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6951

BILL NUMBER: HB 1481

NOTE PREPARED: Mar 4, 2003

BILL AMENDED:

SUBJECT: Employee Unpaid Wage Claims.

FIRST AUTHOR: Rep. Pflum

FIRST SPONSOR: Sen. Harrison

BILL STATUS: As Passed - House

FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: No Fiscal Impact

Summary of Legislation: This bill increases from \$600 to \$2,000 the maximum amount an employee may claim as unpaid compensation against an employer that goes out of business or files bankruptcy. It establishes (1) an employee's claim for unpaid compensation as a secured interest; and (2) the employee as a secured creditor.

Effective Date: July 1, 2003.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

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